



City of Santa Barbara
Airport Department

DATE: April 20, 2011
TO: Airport Commission
FROM: Karen Ramsdell, Airport Director
SUBJECT: Lease Agreement – United Parcel Service, Inc.

RECOMMENDATION:

That Commission approve and authorize the Airport Director to execute a month-to-month Lease Agreement with United Parcel Service, Inc. (UPS), an Ohio Corporation, for 10,949 square feet of paved land, at 41 Jack Peres Place, at the Santa Barbara Airport, effective May 1, 2011, for a monthly rental of \$2,190, exclusive of utilities.

DISCUSSION:

The subject Premises is located north of Hollister Avenue in an Airport Industrial (AI-1) zone.

United Parcel Service, Inc. (UPS) has operated an international parcel delivery service since 1907. They currently ship to more than 200 countries and territories worldwide. UPS proposes to lease 10,949 square feet of paved land to use as a transfer station due to space constraints at their depot on Thornwood Drive in Goleta. Packages will be transferred from large semi trucks to smaller trucks depending upon their destination.

The proposed monthly rental is based on a rate of \$.20 per square foot and is comparable to other paved land on the Airport for similar use and in similar condition. The current Land rate ranges from \$.14 to \$.37.

The proposed Lease Agreement has been reviewed and determined to be exempt from environmental review.

PREPARED BY: Business & Property Division

ATTACHMENT: Map